

Agency 102

Department of Financial Institutions**Recommendation Summary**

Dollars in Thousands

	Annual FTEs General Fund State	Other Funds	Total Funds
2005-07 Expenditure Authority	169.0	37,490	37,490
Supplemental Changes			
Mortgage Broker Practices Act *		804	804
Mortgage Lending Fraud Prosecution *		430	430
Pension Plan 1 Unfunded Liabilities		81	81
Classification Revisions		(4)	(4)
Central Service Agency Charges		33	33
Subtotal - Supplemental Changes		1,344	1,344
Total Proposed Budget	169.0	38,834	38,834
Difference		1,344	1,344
Percent Change	0.0%	3.6%	3.6%

SUPPLEMENTAL CHANGES**Mortgage Broker Practices Act ***

Agency request legislation establishes a licensing system and rules of practice and conduct for mortgage brokers and loan originators. The Department of Financial Institutions is given enhanced investigative authority and licensing and examination tools necessary to address unfair and deceptive practices in the marketplace. (Financial Services Regulation Account-Nonappropriated)

Mortgage Lending Fraud Prosecution *

This proposed legislation is an extension of current law that provides additional expertise to pursue more complex fraud cases. The Mortgage Lending Fraud Protection Account is used only for criminal prosecution of fraudulent activities related to mortgage lending. The Attorney General and local prosecutors have used this resource to enhance law enforcement capabilities. (Mortgage Lending Fraud Protection Account-Nonappropriated)